

CI Project Manager's Monthly Status Report to MARAD for Vessel Kittiwake Project  
For Reporting Period: Nov 10, 2010 through Dec 20, 2010

1. Executive Summary Narrative of Previous Month's Progress
  - a. Major accomplishments achieved during previous reporting period

The major accomplishments made during this reporting period are noted following:

Interim site inspections: (Finals)

Approval for export was granted by the EPA.  
Approval for export was granted by MARAD.  
Approval was granted for export from the US Coast Guard.  
Approval for import was granted by the CI DOE and CI Government.  
The Coastal Works License was approved by Cabinet and a copy will be forwarded to all parties shortly.  
The Ocean Disposal Permit will be issued next week by CI DOE, following inspections, and a copy will be forwarded to all parties.  
The Marine Surveyor Frank Skinner approved the America Tug and the Kittiwake for internal tow, and issued the Trip in Tow certificate.

Progress to-date:

The final ship preparations were completed including rigging for the tow, securing the ship for water-tight integrity during the tow. The Tug America was readied with all crew and Captains on board, fueled and provisioned.

- b. Discussion of constraints, impediments and delays encountered.

The tow was delayed due to weather conditions, mechanical problems with the America Tug, and weather conditions again. Several attempted departures were delayed due to situations that arose or winter weather conditions were not conducive to start the tow.

- c. Corrective Actions taken to minimize schedule impact.

The tug was repaired for mechanical matters and certified by the mechanic, followed by a sea trial. The door was repaired on the tug. The tug waited for clear weather conditions for a minimum 3-day clear window to depart.

A risk awareness meeting with held with the Tug boat owner and Captain, the CI Government, CITA and WIM to determine if given the lateness of the departure and the earliness of the winter, if the tow should carry forward. Noting that safety of the people on board, the tug and the Kittiwake were of primary concern, and that the tow should be from port to port with no time concerns or pressure, that the tow could depart when the Captain made the call to go. The Kittiwake departed Norfolk, Virginia on Dec 16 in snowy weather.

- d. Status for completion of key events and milestones.

The Kittiwake is under tow and weather is the prevailing factor for the arrival of the Kittiwake and completion of the final preparation work and subsequent sinking.

- e. Assessment of Risks related to timely completion of project.

Upon arrival, we will wait for a clear weather window of 6 days to complete final prep work and sink the Kittiwake.

2. Forecast of Next Month's Progress
  - a. Planned work to be accomplished during next month.
  - b. Planned milestones that will be achieved during next month.
  - c. Anticipated risks and planned corrective actions.

The planned work to be completed is arrival of the Kittiwake into Cayman, the final prep work and the sinking of the Kittiwake, including local inspections upon arrival and anchoring, and then following sinking.

3. Other information and/or comments from CI Project Manager. None